GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5234
ANSWERED ON:20.04.2001
NPA OF FINANCIAL INSTITUTIONS
NAWAL KISHORE RAI;RAMJI LAL SUMAN

Will the Minister of FINANCE be pleased to state:

(a) The total amount outstanding in the form of non-performing assets of the Government financial institutions as on date;

(b) The details of the efforts made and the amount recovered as a result thereof during the year 2000-2001; and

(c) The proposed scheme to recover the remaining amount?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a): Non Performing Assets (NPAs) of Development Financial Institutions (DFIs) viz. Industrial Development Bank of India (IDBI), IFC Ltd., ICICI Ltd, Small Industries Development Bank of India (SIDBI), and Industrial Investment Bank of India (IIBI) for the financial ye ending March 2000 (latest available) is Rs.16959 crores.

(b): As and when an Asset on completion of 180 days starts defaulting on interest payment and/or on completion of 365 days starts defaulting on principal, it is classified as NPAs. Amount realised out of NPAs is mostly through One Time settlement (OTS).The amount received out of OTS cases during the year ending March 2000 (latest available) was Rs. 1214.99 (excluding IFCI).

(c): The Government of India and RBI have advised banks/Financial Institutions to take several steps for recovery of their dues i.e. framing and implementation of Recovery Policy by banks, filing of suits with civil courts, filing cases with Debt Recovery Tribunals, compromise settlement through Settlement Advisory Committees and monitoring and follow up of non performing accounts.